

JAN 23 2015

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# A BILL FOR AN ACT

RELATING TO THE BUDGET.

**BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:**

1       SECTION 1.   The purpose of this Act is to address the  
2 budget.

3       More specifically, this Act requires the information  
4 collected by the director of finance on the estimated  
5 operational costs of proposed capital improvement projects to be  
6 included in the multi-year program and financial plan and budget  
7 and supplemental budget submitted to the legislature. Act 135,  
8 Session Laws of Hawaii 2014, requires the director of finance to  
9 collect the information.

10       The legislature intends that the judiciary submit to the  
11 legislature similar estimated operational cost information on  
12 its proposed capital improvement projects under operation of  
13 section 601-2, Hawaii Revised Statutes.

14       SECTION 2.   Section 37-68, Hawaii Revised Statutes, is  
15 amended to read as follows:



1       "§37-68 Responsibilities of agencies. Under rules as may  
2 be prescribed by the director of finance with the approval of  
3 the governor:

4       (1) Each agency assigned the task of developing programs  
5 and preparing program and financial plans, budgetary  
6 requests, and program performance reports shall  
7 develop the programs and prepare the plans, requests,  
8 and reports and submit the same to the director of  
9 finance at times, on forms, and in a manner as the  
10 director may prescribe. For informational purposes,  
11 the University of Hawaii shall submit its program and  
12 financial plans, budgetary requests, and program  
13 performance reports to the legislature at the same  
14 time the university submits them to the director of  
15 finance. Where new programs are being proposed, each  
16 agency shall demonstrate that the program:

17       (A) Is an appropriate function of state government;  
18 and, as applicable

19       (B) Can be implemented by the public sector as cost-  
20 effectively as the private sector while meeting  
21 the same plans, goals, objectives, standards,



1                   measures of effectiveness, wage, salary,  
2                   conditions of employment, and employee benefit  
3                   programs of the State;

4       (2) Each agency administering state programs and each  
5       agency responsible for the formulation of programs and  
6       the preparation of program and financial plans,  
7       budgetary requests, and program performance reports,  
8       shall furnish the department of budget and finance all  
9       documents and information as the department may from  
10      time to time require. Each agency shall make  
11      available all documents and information, as may be  
12      requested, to the legislature and any member or  
13      committee of either house of the legislature;

14      (3) The director of finance or any employee of the  
15      department of budget and finance, when duly  
16      authorized, for the purpose of securing information,  
17      shall have access to and may examine any books,  
18      documents, papers, or records of any agency; and

19      (4) Each agency submitting a capital improvement project  
20      proposal shall furnish the department of budget and  
21      finance with an estimate of operational costs for the



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1 proposed capital improvement project and all documents  
2 that support the estimate of operational costs. Each  
3 agency shall make available all documents and related  
4 information, as may be requested, to the legislature  
5 and any member or committee of either house. The  
6 director of finance shall provide a summary of this  
7 information in the multi-year program and financial  
8 plan and budget submitted to the legislature before  
9 the regular session of each odd-numbered year and the  
10 supplemental budget submitted to the legislature  
11 before the regular session of each even-numbered  
12 year."

13 SECTION 3. New statutory material is underscored.

14 SECTION 4. This Act shall take effect upon its approval.

15 INTRODUCED BY: \_\_\_\_\_

*JW*  
*Sen. David L. ...*  
*4. Kelvin ...*  
*M. N. M.*



**Report Title:**

Estimated Operational Cost of Capital Improvement Project

**Description:**

Requires the information collected by the director of finance on the estimated operational costs of proposed capital improvement projects to be summarized in the multi-year program and financial plan and supplemental budget, as applicable. Intends that the requirement apply to the judiciary.

*The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.*

